



Department of Energy
Richland Operations Office
P.O. Box 550
Richland, Washington 99352

00-PRO-390

APR 06 2000

Mr. R. D. Hanson, President
Fluor Hanford, Inc.
Richland, Washington 99352

Dear Mr. Hanson:

CONTRACT NO. DE-AC06-96RL13200 - EXECUTION OF CONTRACT MODIFICATION M098

Enclosed for your files is one fully executed original of contract modification M098, including one duplicate original of Fiscal Year 2000 Performance Incentive FFI-RC-5SS, Accelerate 300 Area Closure Project. If you have any questions regarding this matter, please contact me at (509) 376-8948.

Sincerely,

Sally A. Sieracki
Sally A. Sieracki
Contracting Officer

PRO:GFC

Enclosures

cc w/encls:
J. L. Jacobsen, FHI

AMENDMENT OF SOLICITATION/MODIFICATION OF CONTRACT		1. CONTRACT ID CODE		PAGE OF PAGES 1 5
2. AMENDMENT/MODIFICATION NO. M098		3. EFF. DATE April 6, 2000	4. REQUISITION/PURCHASE REQ.	5. PROJECT NO. (If applicable)
6. ISSUED BY U.S. Department of Energy Richland Operations Office 525 Jadwin Avenue MSIN A7-80 Richland WA 99352		7. ADMINISTERED BY (If other than item 6) CODE		
8. NAME AND ADDRESS OF CONTRACTOR (No. street, county, State & ZIP Code) Fluor Hanford, Inc. 2420 Stevens Center P.O. Box 1000 Richland WA 99352			9A. AMENDMENT OF SOLICITATION NO.	
			9B. DATED (SEE ITEM 11)	
			10A. MODIFICATION OF CONTRACT/ORDER NO. X DE-AC06-96RL13200	
CODE			10B. DATED (SEE ITEM 13) 08/06/1996	

11. THIS ITEM ONLY APPLIES TO AMENDMENTS OF SOLICITATIONS

☐ The above numbered solicitation is amended as set forth in item 14. The hour and date specified for receipt of Offers ☐ is extended. ☐ is not extended. Offers must acknowledge receipt of this amendment prior to the hour and date specified in the solicitation or as amended, by one of the following methods:

(a) By completing items 8 and 15, and returning _____ copies of the amendment, (b) By acknowledging receipt of this amendment on each copy of the offer submitted, or (c) By separate letter or telegram which includes a reference to the solicitation and amendment numbers. FAILURE OF YOUR ACKNOWLEDGMENT TO BE RECEIVED AT THE PLACE DESIGNATED FOR THE RECEIPT OF OFFERS PRIOR TO THE HOUR AND DATE SPECIFIED MAY RESULT IN REJECTION OF YOUR OFFER. If by virtue of this amendment you desire to change an offer already submitted, such change may be made by telegram or letter, provided each telegram or letter makes reference to the solicitation and the amendment, and is received prior to the opening hour and date specified.

12. ACCOUNTING AND APPROPRIATION DATA (If required)

13. THIS ITEM APPLIES ONLY TO MODIFICATIONS OF CONTRACTS/ORDERS, IT MODIFIES THE CONTRACT/ORDER NO. AS DESCRIBED IN ITEM 14.

A. THIS CHANGE ORDER IS ISSUED PURSUANT TO: (Specify authority) THE CHANGES SET FORTH IN ITEM 14 ARE MADE IN THE CONTRACT ORDER NO. IN ITEM 10A.
B. THE ABOVE NUMBERED CONTRACT/ORDER IS MODIFIED TO REFLECT THE ADMINISTRATIVE CHANGES (Such as changes in paying office, appropriation date, etc.) SET FORTH IN ITEM 14, PURSUANT TO THE AUTHORITY OF FAR 43.103 (b).
X C. THIS SUPPLEMENTAL AGREEMENT IS ENTERED INTO PURSUANT TO AUTHORITY OF: Clause H.41: Performance Objectives, Measures, Expectations
D. OTHER (Specify type of modification and authority)

E. IMPORTANT: Contractor ☐ is not ☒ is required to sign this document and return 2 copies to issuing office.

14. DESCRIPTION OF AMENDMENT/MODIFICATION (Organized by UCF section headings, including solicitation/contract subject matter where feasible.)

The purpose of this modification is to incorporate the attached Fiscal Year 2000 Superstretch Performance Incentive, FH-RC-588 Accelerate 300 Area Closure Project, into Part III, Section J, Appendix D of the contract.

Except as provided herein, all terms and conditions of the document incorporated in item 9A or 10A, as heretofore changed, remains unchanged and in full force and effect.

15A. NAME AND TITLE OF SIGNER (Type or print) Ron D. Hanson, President and Chief Executive Officer		15B. CONTRACTING OFFICER (Signature of person authorized to sign)		15C. DATE SIGNED 3/23/00	15D. NAME AND TITLE OF CONTRACTING OFFICER (Type or print) Sally A. Sieracki Contracting Officer	15E. UNITED STATES OF AMERICA BY: Sally A. Sieracki (Signature of Contracting Officer)	15F. DATE SIGNED 6 Apr 00
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FY 2000 PERFORMANCE INCENTIVE

**DUPLICATE
ORIGINAL**

**SECTION 1
GENERAL INFORMATION**

Performance Incentive Number: FH - RC-SSS
Performance Incentive Short Title: Accelerate 300 Area Closure Project
Revision Number & Date: Rev. 0, 3/16/00
Maximum Available Incentive Fee: \$200K
Performance Incentive Type: ☐ Regular ☐ Stretch ☒ Superstretch
(check appropriate box)

**SECTION 2
PERFORMANCE OUTCOMES**

Check appropriate box:

- ☒ Outcome #1: Restore the River Corridor for multiple uses
☐ Outcome #2: Transition Central Plateau to support long-term waste management
☐ Outcome #3: Put DOE Assets to work for the future

**SECTION 3
PERFORMANCE OBJECTIVE(S), MEASURES AND EXPECTATION(S)**

List associated performance objectives, measures, and performance expectations for FY00. Identify associated PBS # for each performance objective and/or measures as appropriate

Performance Objective: Disposition Surplus Buildings

PBS RI TP-14

Measure 1: # of Buildings Dispositioned

Expectation(s)

Superstretch

FY 00

Prepare and submit to RL a 300 Area Accelerated Closure Project Management Plan

**SECTION 4
FEE SCHEDULE**

Identify fee schedule by performance objective and/or measure(s)

The Contractor shall earn \$200K in superstretch fee upon successful completion of the Performance Expectation associated with this Performance Incentive.

**SECTION 5
PERFORMANCE REQUIREMENTS**

PREVIOUS YEAR'S GATEWAY *Describe previous year's gateway (if applicable) that must be completed before fee can be paid under this performance measure. The requirements listed below are the gateway only requirements for this Performance Measure.*

N/A for FY 2000

FY 2000 PERFORMANCE INCENTIVE**DUPLICATE
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GENERAL REQUIREMENTS: In order to earn incentive fee under this Performance Incentive, the Contractor shall:

- 1) meet the specific completion criteria and expectations set forth in this Performance Incentive; and
- 2) not incur any unfavorable cost variance $[(BCWP-ACWP)/BCWP]$ greater than 5.0 percent, or incur any unfavorable schedule variance $[(BCWP-BCWS)/BCWS]$ greater than 7.5 percent, measured at the Project Baseline Summary level at the end of FY 2000.

DEFINE COMPLETION: *(Specify Performance Elements and describe indicators of success (quality/progress). Include baseline documentation/data against which completion documentation should be compared).*

Measure 1

Expectation: Prepare and submit to RL a 300 Area Accelerated Closure Project Management Plan by July 30, 2000 or within fourteen (14) weeks after approval of Baseline Change Request FSP-2000-024, whichever date is earlier. Submittal to RL of the Accelerated Closure Plan meeting the following expectations constitutes completion of this PI:

The Plan shall include:

A. The Integrated Plan for the 300 Area Accelerated Closure Plan (ACP) to include Deactivation, D&D, Soil Excavation, Utilities, and Relocation for affected 300 Area facilities. The integrated plan will include scope descriptions, basis and assumptions, risk mitigation actions as appropriate, requirements, technical approaches, contracting/subcontracting strategies, integrated resource loaded schedules and estimates. The integrated plan will be constructed in a manner that facilitates partial implementation (i.e. facility-by-facility or zone-by-zone). This planning project will result in an ACP for final remediation of the areas within the fence line north of Cyprus Street (with the exception of selected Pacific Northwest National Laboratory (PNNL) facilities. Operable Units 300-FE-1 and 300-FE-2 are not part of the ACP.

A1. Utilities: The Plan will include requirements (timetables) for the shutdown/stabilization and D&D/remediation sub tasks within the proposed closure site boundary. The planning effort must critically evaluate and provide recommendations to minimize utility-associated costs, including shutdown, isolation, and temporary or permanent rerouting. Utilities which will be included within this planning effort include: electrical distribution substations, potable and fire water systems, telephone and HLAN systems, process sewer (chem/rad), sanitary sewer, gas lines, and roads.

A2. Deactivation: Facility deactivation begins upon the completion of moving residents, programs, and missions out of a facility. It is completed by turning over a D&D/demolition-ready (with the exception of asbestos removal) facility to the D&D team for immediate demolition. The plan will incorporate the identification and path for removal of barriers (physical, chemical, radiological, etc.) to facility removal. The deactivation plan will also identify opportunities for asset recovery and waste minimization.

A3. D&D: The Plan will contain scope, schedule, and estimates for the D&D scope of work (approximately 140 facilities) in support of the ACP. Walkdowns will be performed of selected facilities (about 35 of 140) to obtain necessary information for input into MCACES estimating models. MCACES estimating models to develop costs and resource requirements for the D&D scope will be prepared and executed as necessary.

FY 2000 PERFORMANCE INCENTIVE

DUPLICATE
ORIGINAL

- A4. Remediation Action/Waste Disposal (RA/WD): The ACP will contain scope, schedule, and estimates for the RA/WD scope of work. Remediation/Excavation scope statements and schedules will be developed. Estimates of soils and subsurface waste for the 300 FF-2 Waste Sites will be developed along with a final remediation/excavation package for each of the plan's designated areas.
- A5. Relocation: The planning effort must critically evaluate current and future mission needs and possible alternatives for each, including cessation, privatization, consolidation, relocation into existing facilities with possible upgrade requirements, and relocation into new facilities which must be sited, designed, and built. Timing of actions will be reviewed with other sub-task groups to minimize relocation expense. The planning effort will include preparation of a cost and schedule estimate for all relocation-related activities, consistent with the overall team planning effort. The JCI contract provisions for discontinuance/buyout will also be evaluated under this plan with recommendations made for overall approach, timing, and cost.
- B. A Reconciliation from the current baseline to the proposed baseline. The plan will address the cost avoidance items created by the ACP implementation. This will include pre and post deactivation cost by decreasing the S&M cost portions of the current process, as well as the savings generated by integrating the Deactivation and D&D cleanup activities.
- C. A regulatory strategy for implementation under CERCLA. Environmental regulations, including the potential for permits must be considered. Identification of regulatory objectives and a strategy for achieving those objectives will be included. Recommendations for stakeholder interface also will be included.

DEFINITIONS: (define terms)

N/A

COMPLETION DOCUMENTS LIST: *(In addition to the Completion Notice the document(s) that should be submitted/data that should be available/actions to be taken by evaluator, to determine actual performance to the requirements stated above).*

Measure 1

- Expectation:** Prepare and submit to RL a 300 Area Accelerated Closure Project Management Plan within fourteen (14) weeks after approval of Baseline Change Request FSP-2000-024 or July 30, 2000, whichever date is earlier:
- 300 Area Accelerated Closure Project Management Plan

ASSUMPTIONS/TECHNICAL BOUNDARY CONDITIONS AND REMEDY STATED: *(For reasonably foreseeable impacts to performance which are not covered under the Contract. If the assumption or condition proves false the remedy shall be in effect. If remedy is not possible the next step is renegotiation).*

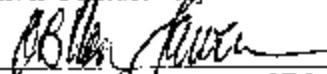
- Assumes Baseline Change Request FSP-2000-024 is officially transmitted to the Contractor by DOE-RL Contracting Officer no later than April 24, 2000.

FY 2000 PERFORMANCE INCENTIVE

DUPLICATE
ORIGINALSECTION 6
SIGNATURES
N. C. Boyter, Project Director
River Corridor Project

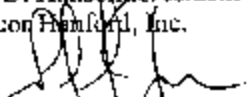
3.21.00

Date


R. D. Hanson, President CEO
Fluor Hanford, Inc.

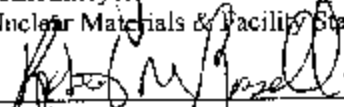
3-23-00

Date


P.M. Knollmeyer, Assistant Manager
For Nuclear Materials & Facility Stabilization

3/24/00

Date


K. A. Klein, Manager
Richland Operations Office

3/30/00

Date



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Richland Operations Office
P.O. Box 550
Richland, Washington 99352

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Sincerely,
ORIGINAL SIGNED BY
Sally A. Sieracki
Contracting Officer

PRO:GFC

Enclosures

cc w/encls:
J. L. Jacobsen, FHI

bcc w/encls:
PRO Off File *GE. CHAMPLAIN, PRO*
PRO Rdg File
CCC Rdg File
Record Note:
E:\George\Mods\Mod M098TransmittalLtr

RECEIVED

APR 07 2000

DOE-RL/RLCC

Office >	PRO <i>de</i>	PRO <i>SM</i>			
Surname >	CHAMPLAIN	SIERACKI			
Date >	5 APR 00	5 APR 00			

(Please return to Rosie Garza 6-7730 A7-60/FED FAX 6-5378)

Document No. 19062